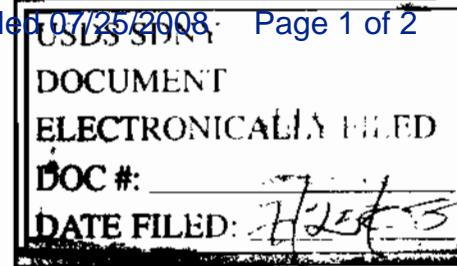


UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK



IN RE AMBAC FINANCIAL GROUP, INC.
SECURITIES LITIGATION

Civil Action No. 08 Civ. 411 (NRB)
STIPULATION AND ORDER
ECF Case

X

**STIPULATION AND ~~PROPOSED~~ ORDER EXTENDING THE TIME FOR LEAD
PLAINTIFFS TO FILE A CONSOLIDATED COMPLAINT AND FOR DEFENDANTS
TO ANSWER, MOVE TO DISMISS OR OTHERWISE RESPOND**

WHEREAS, under the stipulation so ordered by the Court in the above captioned action on June 11, 2008 plaintiffs shall have until August 8, 2008 to file their Consolidated and Amended Complaint, and

WHEREAS plaintiffs have requested, and defendants have consented to, an extension of time for plaintiffs to file their Consolidated and Amended Complaint;

NOW WHEREFORE IT IS HEREBY STIPULATED by all parties to the above-referenced consolidated action, subject to the approval of the Court, that the previously stipulated schedule is modified as follows:

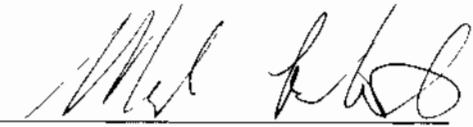
1. Plaintiffs shall serve and file their Consolidated and Amended Complaint on or before August 22, 2008. Consistent with the existing so ordered stipulation, defendants shall move or otherwise respond to the Consolidated and Amended Complaint 60 days thereafter (on or before October 21, 2008). Plaintiffs shall file any opposition on or before December 19, 2008. Defendants shall file any reply on or before February 10, 2009.

Dated: New York, New York

July 18, 2008

BERNSTEIN LITOWITZ BERGER &
GROSSMAN LLP

By:

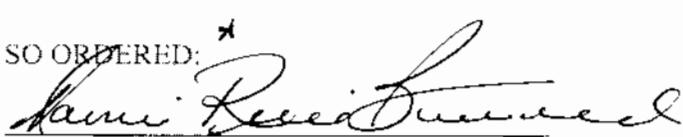

Mark Lebovitch (ML-6654)
Kurt Hunciker (KH-4190)
Lauren A. McMillen (LM-1687)
1285 Avenue of the Americas
38th Floor
New York, New York 10019
(212) 554-1400
(212) 554-1444 (facsimile)

KAPLAN FOX & KILSHEIMER LLP

Frederic S. Fox
Joel B. Strauss
Donald R. Hall
Melinda D. Rodon
850 Third Avenue, 14th Floor
New York, NY 10022
(212) 687-1980
(212) 687-7714 (facsimile)

Attorneys for Lead Plaintiff

SO ORDERED:



United States District Judge

Dated: New York, New York

July 24, 2008

* This Order is signed on condition that no further extensions will be requested and on condition that the lengthy briefing schedule is not a basis to disregard the Court's page limitations or memoranda of law.



WACHTELL, LIPTON, ROSEN & KATZ

By:

Peter C. Hein (PH-5279)
Warren R. Stern (WS-2957)
Joshua A. Naftalis (JN-8054)

51 West 52nd Street
New York, New York 10019
(212) 403-1000
(212) 403-2000 (facsimile)

Attorneys for Defendants